Message Text

UNCLASSIFIED

PAGE 01 ROME 00527 111151Z ACTION EUR-12

INFO OCT-01 ISO-00 EB-08 PM-05 DODE-00 IGA-02 AID-05 NSC-05 OMB-01 TRSE-00 SS-15 L-03 MCE-00 ACDA-12 INR-07 /076 W

-----116246 112227Z /72

R 111017Z JAN 78 FM AMEMBASSY ROME TO USDOC WASHDC INFO SECSTATE WASHDC 9774 AMEMBASSY BONN

UNCLAS ROME 0527

E.O. 11652: N/A

TAGS: BDIS, MASS, IT

SUBJECT: TRADE COMPLAINT: MILITARY EQUIPMENT SALES

- 1. EMBASSY ROME HAS BEEN CONTACTED BY ITALIAN AVIATION EQUIPMENT AND OVERHAUL COMPANY INVOLVED WITH SUPPLYING ITALIAN AIR FORCE WITH NEW & RECONDITIONED SERVOMECHANISMS FOR F-104S AIRPLANES. ITALIAN COMPANY, OMA, HAS HAD OVER TEN YEARS' SATISFACTORY RELATIONSHIP WITH THE TALLEY CORPORATION (ADDRESS 3303 OLD CONEJO ROAD, NEWBURY PARK, CALIFORNIA 91320, TELEPHONE 805-498-2121) FOR THE SUPPLY OF SMALL MOTORS AND CASTINGS. OMA IS NATO-CERTIFIED RECONDITIONING POINT FOR SUBASSEMBLIES FOR ITALIAN MILITARY AIRCRAFT.
- 2. MR. KENT PRICE OF THE EPI COMPANY IN HAUSHAM, D-8164, FEDERAL REPUBLIC OF GERMANY, IS THE INTERMEDIARY IN THE TRANSACTIONS.
- 3. WE HAVE RECEIVED CORRESPONDENCE FROM BOTH TALLEY AND OMA REGARDING A RECENT ORDER WORTH APPROXIMATELY DOLS 40,000. ALTHOUGH WE HAVE COPIES OF OMA'S PURCHASE ORDERS, PRICES HAVE BEEN ALTERED AND, FROM THE CORRESPONDENCE, IT IS IMPOSSIBLE TO DETERMINE WHO IS RIGHT IN THIS CASE, OR, PERHAPS, WHO HAS RECOURSE IN CONTRACTUAL SENSE. UNCLASSIFIED

UNCLASSIFIED

PAGE 02 ROME 00527 111151Z

4. ACTION REQUESTED: USDOC: PLEASE CONTACT TALLEY AND DETERMINE MOTIVE AND JUSTIFICATION FOR PRICE CHANGES ON PURCHASE ORDERS SENT WITH THEIR LETTER OF DECEMBER 6. IF AMEMBASSY BONN OR APPROPRIATE US CONSULATE IN GERMANY HAS ACQUAINTANCE WITH MR. PRICE, CAN HE ASSIST IN RESOLVING THIS?

5. FOR OUR INFORMATION, AS WE BELIEVE THIS IS STRATEGIC MATERIAL, AND AS WE BELIEVE TALLEY TO BE THE ONLY SOURCE FOR THIS MATERIAL, ARE PRICES AND PRICE INCREASES AND DECREASES REVIEWED OR, QUOTE TRACKED UNQUOTE BY USG? ADDITIONALLY, WITH THE FLUCTUATIONS IN THE LIRE-DOLLAR EXCHANGE RATE, AND WITH THE HIGH COST OF CREDIT IN ITALY, ARE ARRANGEMENTS MADE FOR OTHER ITALIAN COMPANIES TO FINANCE THEIR PURCHASES IN THE US?.HOLMES

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X Capture Date: 01 jan 1994 Channel Indicators: n/a

Current Classification: UNCLASSIFIED

Concepts: TRADE, MILITARY EQUIPMENT, SALES, TRADE COMPLAINTS, MILITARY SALES

Control Number: n/a Copy: SINGLE Draft Date: 11 jan 1978 Decaption Date: 01 jan 1960 Decaption Note: Disposition Action: n/a Disposition Approved on Date: Disposition Case Number: n/a Disposition Comment:

Disposition Date: 01 jan 1960 Disposition Event: Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978ROME00527
Document Source: CORE

Document Unique ID: 00 Drafter: n/a

Enclosure: n/a Executive Order: N/A Errors: N/A

Expiration: Film Number: D780017-0047 Format: TEL

From: ROME

Handling Restrictions: n/a

Image Path: ISecure: 1

Legacy Key: link1978/newtext/t19780176/aaaaclzr.tel

Line Count: 70 Litigation Code IDs: Litigation Codes:

Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 038deae4-c288-dd11-92da-001cc4696bcc

Office: ACTION EUR

Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a

Page Count: 2
Previous Channel Indicators: n/a Previous Classification: n/a
Previous Handling Restrictions: n/a

Reference: n/a Retention: 0

Review Action: RELEASED, APPROVED Review Content Flags:

Review Date: 08 feb 2005 **Review Event:** Review Exemptions: n/a **Review Media Identifier:** Review Release Date: n/a Review Release Event: n/a

Review Withdrawn Fields: n/a SAS ID: 3793448 Secure: OPEN Status: NATIVE

Subject: TRADE COMPLAINT: MILITARY EQUIPMENT SALES

TAGS: BDIS, MASS, IT

Review Transfer Date:

To: COM Type: TE

vdkvgwkey: odbc://SAS/SAS.dbo.SAS_Docs/038deae4-c288-dd11-92da-001cc4696bcc

Review Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014

Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014